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US Department of Energy

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**Electricity Delivery and
Energy Reliability**

July 11, 2014

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**Re: Request to Suspend Consideration of Application of
Frontera Generation Limited Partnership and Lonestar
Power Marketing LLC for Transfer of Authorization to
Transmit Electric Energy to Mexico, Docket No. EA-206**

Dear Mr. Lawrence,

On May 22, 2014, Frontera Generation Limited Partnership ("Frontera") and Lonestar Power Marketing LLC ("Lonestar") (together, the "Applicants") submitted to the Department of Energy ("DOE") an Application for Transfer of Authorization to Transmit Electric Energy to Mexico ("Application"). In response to recent developments in Mexican law, Frontera and Lonestar request that the DOE suspend consideration of that Application.

As explained in the Application, Frontera sought to transfer the export authorization because, as an Exempt Wholesale Generator ("EWG"), Frontera is prohibited from engaging in retail sales, and current Mexican law does not allow for sales to wholesale marketers (other than the Comisión Federal de Electricidad). However, President Enrique Peña Nieto recently submitted to the Mexican congress a package of proposed legislation to implement last year's constitutional amendments reforming and restructuring the energy industry. Under the proposed legislation, among other changes, wholesale power marketers (comercializadores) would be allowed to acquire power and sell to retail customers.

Based on recent facts and circumstances, Frontera now anticipates that this proposed change in legislation will be approved prior to the date that Lonestar would be able to commence sales into Mexico. Specifically, it now appears that the proposed legislation will be approved late this month.

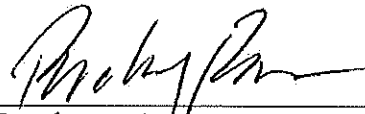
If the legislation is approved as currently drafted, Frontera will be able to engage in sales to Mexico under its existing export authorization without jeopardizing its status as an EWG. Accordingly, there would no longer be a need to pursue the export authorization for Lonestar that was requested in the Application, and the Applicants anticipate that they will request to withdraw the Application and instead continue to operate under the existing export authorization. Until the legislation is finalized and voted on, however, the Applicants cannot determine whether it is best to pursue the new authorization for Lonestar or to continue to operate under the existing Frontera export authorization. Therefore, the Applicants respectfully request that DOE suspend its

consideration of the Application to allow them time to ascertain the impact of the final legislation.

Frontera and Lonestar greatly appreciate the DOE's time and resources expended in consideration of the Application, and are providing this request as timely as possible in order to avoid any further expenditure of resources on the agency's part.

If you have any questions or wish to discuss this matter, please do not hesitate to contact the undersigned.

Respectfully submitted,



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and Frontera Generation Limited Partnership*

cc: Mike Rodrigue (DOE)